

Dr.M.P.Ganesh
Associate Professor
Department of Liberal Arts
IIT Hyderabad

Outline

- Defining Organization, behaviour and Organizational Behaviour
- Basic assumptions of OB
- Fundamental Ideas
- Levels of OB
- Why study OB?
- OB and HRM
- Applications of OB
- Historical Developments in OB
- Emerging Concerns

What is an organization?



Organization

- Organizing: Arranging the activities of the enterprise in such a way that they systematically contribute to the enterprise's goals.
- A deliberate arrangement of people to accomplish some specific purpose.
- An organization is a <u>consciously coordinated social entity</u>, with an <u>identifiable boundary</u>, that functions on a relatively <u>continuous</u> basis to achieve a <u>common goal</u> or set of <u>goals</u>.

What is a behaviour?

• Response of the organism or system to various stimuli or inputs, whether internal or external, conscious or subconscious, overt or covert, and voluntary or involuntary.

Organizational Behaviour

- Understanding human behaviour at work (individual, interpersonal, groups dynamics etc).
- Systematic study of human behaviour in organizational settings.
- OB is multidisciplinary in nature.

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"I always give 110% to my job.
40% on Monday, 30% on Tuesday, 20% on
Wednesday, 15% on Thursday, and 5% on Friday."

Basic assumptions of OB

- Organizations consist of people.
- Motivated people work effectively.
- Disparity between organizational and individual goals.
- Impact of policies and procedures on people are not always predictable.

Fundamental Ideas

- Each individual is different.
- Multiple roles of employees.
- Motivation: the force behind.
- Human dignity.

Levels of organizational Behaviour

- Organizational process: change management, organizational culture and climate.
- Group process: team dynamics, conflict, leadership, power and politics.
- Individual processes: perception, personality, attitudes, motivation.

Why study organizational behaviour?

- Understand employee behaviour
- Predict employee reactions
- Plan for effective interventions

Organizational Behaviour and Human Resources Management

Applications of OB

- Improving quality of work-life
- Improving employee performance
- Improving organizational effectiveness

Historical developments of OB

- Industrial psychology: applying psychological techniques in industrial set-up.
 - Walter Dill Scot (1869-1955):- applying psychology in advertisement and selling.
 - Edward K Strong Jr.,:- guidance and vocational training (Strong

 Campbell interest inventory).
 - Hugo Munsterberg (1863-1916):- research into industrial accidents and book "Psychology and Industrial Efficiency"
 - World Wars and Industrial Psychology

Historical developments of OB...

- Scientific management movement
 - Frederick. W. Taylor
 - Four principles of scientific management:
 - 1. Scientifically study each part of the job and develop best method (time-and-motion study)
 - 2. Select and train workers using scientifically developed methods
 - 3. Cooperate with workers to ensure that they use the proper method
 - 4. Divide work and responsibility among management and workers
 - Incentives for increased productivity

Historical developments of OB...

- Human relations movement
 - The great depression and its implications
 - Rise of trade unionism
 - Hawthorne experiments
 - First set of studies (1924-27): illumination studies
 - Second set of studies (1927-1932): relay assembly test room study
 - Third set of studies (1931-1932): bank wiring observation room study
 - Hawthorne effect

In the late 20th century

- OB becoming interdisciplinary
 - Psychology
 - Sociology
 - Communication
 - Anthropology

Emerging concerns

- Technological changes.
- Globalization.
- Cultural diversity and teamwork.
- Ethical management and corporate social responsibility.

